

APPENDIX 'A'

#18079

Chair and Members
Civic Works Committee

May 15, 2018
(Award Contract)

**RE: North Routledge Park Sanitary Sewer Servicing
Subledger (WS17C013)
Capital Project ES244218 - Extension of Sanitary Services North Routledge Park
Bre-Ex Construction Inc. - \$1,651,062.02 (excluding H.S.T.)**

FINANCE & CORPORATE SERVICES REPORT ON THE SOURCES OF FINANCING:

Finance & Corporate Services confirms that the total cost of this project cannot be accommodated within the financing available for it in the Capital Works Budget and that, subject to the adoption of the recommendations of the Managing Director, Environmental & Engineering Services & City Engineer, the detailed source of financing for this project is:

<u>SUMMARY OF ESTIMATED EXPENDITURES</u>	<u>Approved Budget</u>	<u>Additional Financing</u>	<u>Revised Budget</u>	<u>This Submission</u>	<u>Balance for Future Work</u>
Construction	\$1,138,868	\$541,253	\$1,680,121	\$1,680,121	\$0
NET ESTIMATED EXPENDITURES	<u>\$1,138,868</u>	<u>\$541,253</u>	<u>\$1,680,121</u>	<u>\$1,680,121</u> 1)	<u>\$0</u>

SUMMARY OF FINANCING:

Drawdown from Sewage Works Reserve Fund:	2)				
ES244218 - Extension of Sanitary Sewers		\$400,000	\$400,000	\$400,000	\$0
ES2442-14 - Extension of Sanitary Sewers		262,308	262,308	262,308	0
ES2442-15 - Extension of Sanitary Sewers		76,560	76,560	76,560	0
Additional Drawdown from Sewage Works	3)		800,000	800,000	0
Transfer from ES241417 - Sewer Infrastructure Lifecycle Renewal - Drawdown from Sewage Works Reserve Fund	4)		141,253	141,253	0
Cash Payments	5)	400,000	(400,000)	0	0
TOTAL FINANCING		<u>\$1,138,868</u>	<u>\$541,253</u>	<u>\$1,680,121</u>	<u>\$0</u>

1) **Financial Note:**

Contract Price	\$1,651,062
Add: HST @13%	214,638
Total Contract Price Including Taxes	<u>1,865,700</u>
Less: HST Rebate	185,579
Net Contract Price	<u>\$1,680,121</u>

- 2) The rate supported portion of funding is available from prior years projects from the local improvement program that has not been accessed over the last several years. A housekeeping budget adjustment will be made to roll-up the annual funding into one capital
- 3) The additional financing requirement of \$800,000 is available as an additional drawdown from the Sewage Works Reserve Fund; noting that prior years projects ES244216 and ES244217 had been identified to be closed in the recently Council Approved 2017 Year-end Capital Monitoring report with the rate supported funding of \$800,000 being returned to the Sewage Works Reserve Fund.
- 4) The additional drawdown from Sewage Works Reserve Fund in the amount of \$141,253 is available as a transfer from ES241417 - Sewer Infrastructure Lifecycle Renewal.
- 5) ES244218 includes cash payments as a funding source. A budget adjustment is required as North Routledge Park Sewer Servicing project is not being undertaken as a work under the Local Improvement Act and no cash payments will be received.

JG/MS

Anna Lisa Barbon
Managing Director, Corporate Services and
City Treasurer, Chief Financial Officer